FIRST REGULAR SESSION

SENATE JOINT RESOLUTION NO. 2

103RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR O'LAUGHLIN.

0953S.02I KRISTINA MARTIN, Secretary

JOINT RESOLUTION

Submitting to the qualified voters of Missouri, an amendment repealing sections 29, 30(a), 30(b), 30(c), 31, and 32 of article IV of the Constitution of Missouri, and adopting seven new sections in lieu thereof relating to the department of transportation.

Be it resolved by the Senate, the House of Representatives concurring therein:

That at the next general election to be held in the

- 2 state of Missouri, on Tuesday next following the first Monday
- 3 in November, 2026, or at a special election to be called by
- 4 the governor for that purpose, there is hereby submitted to
- 5 the qualified voters of this state, for adoption or
- 6 rejection, the following amendment to article IV of the
- 7 Constitution of the state of Missouri:

Section A. Sections 29, 30(a), 30(b), 30(c), 31, and 32,

- 2 article IV, Constitution of Missouri, are repealed and seven
- 3 new sections adopted in lieu thereof, to be known as sections
- 4 29(a), 29(b), 30(a), 30(b), 30(c), 31, and 32, to read as
- 5 follows:

[Section 29.] Section 29(a). [The highways and

- transportation commission shall be in charge of the
- 3 department of transportation] The director of the department
- 4 of transportation shall be appointed by the governor by and
- 5 with the advice and consent of the senate, and shall be in
- 6 charge of the department of transportation. The
- 7 qualifications of the director shall be fixed by law. The
- 8 governor shall also appoint a chief engineer by and with the

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

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9 advice and consent of the senate. The qualifications of the 10 chief engineer shall be fixed by law. The highways and 11 transportation commission shall advise the governor regarding transportation matters and the department of 12 13 transportation. The number, qualifications, compensation and terms of the members of the highways and transportation 14 commission shall be fixed by law, and not more than one-half 15 16 of its members shall be of the same political party. 17 selection and removal of all employees other than the 18 director shall be without regard to political affiliation. [The highways and transportation commission (i) shall have 19 authority over the state highway system; (ii) shall have 20 21 authority over all other transportation programs and facilities as provided by law, including, but not limited 22 to, aviation, railroads, mass transportation, ports, and 23 24 waterborne commerce; and (iii) shall have authority to limit 25 access to, from and across state highways and other 26 transportation facilities where the public interests and 27 safety may require. All references to the highway commission and the department of highways in this 28 29 constitution and in the statutes shall mean the highways and transportation commission and the department of 30 31 transportation.] Section 29(b). The department of transportation (i) 2 shall have authority over the state highway system; (ii) 3 shall have authority over all other transportation programs and facilities as provided by law, including, but not 4 limited to, aviation, railroads, mass transportation, ports, 5 6 and waterborne commerce; and (iii) shall have authority to 7 limit access to, from and across state highways and other 8 transportation facilities where the public interests and

safety may require. All references to the highway

10 commission and the department of highways in this 11 constitution and in the statutes shall mean the department 12 of transportation.

Section 30(a). 1. A tax upon or measured by fuel used 2 for propelling highway motor vehicles shall be levied and 3 collected as provided by law. Any amount of the tax 4 collected with respect to fuel not used for propelling 5 highway motor vehicles shall be refunded by the state in the 6 manner provided by law. The remaining net proceeds of the 7 tax, after deducting actual costs of collection of the department of revenue (but after June 30, 2005, not more 8 9 than three percent of the amount collected) and refunds for 10 overpayments and erroneous payments of such tax as permitted by law, shall be apportioned and distributed between the 11 12 counties, cities and the [state highways and transportation commission] department of transportation as hereinafter 13 14 provided and shall stand appropriated without legislative 15 action for the following purposes: 16 (1) Ten percent of the remaining net proceeds shall be deposited in a special trust fund known as the "County Aid 17 Road Trust Fund". In addition, beginning July 1, 1994, an 18 additional five percent of the remaining net proceeds which 19 is derived from the difference between the amount received 20 21 from a tax rate equal to the tax rate in effect on March 31, 22 1992, and the tax rate in effect on and after July 1, 1994, 23 shall also be deposited in the county aid road trust fund, 24 and of such moneys generated by this additional five 25 percent, five percent shall be apportioned and distributed 26 solely to cities not within any county in this state. After 27 such distribution to cities not within any county, the remaining proceeds in the county aid road trust fund shall 28

be apportioned and distributed to the various counties of

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30 the state on the following basis: One-half on the ratio that 31 the county road mileage of each county bears to the county 32 road mileage of the entire state as determined by the last 33 available report of the [state highways and transportation commission] department of transportation and one-half on the 34 35 ratio that the rural land valuation of each county bears to the rural land valuation of the entire state as determined 36 37 by the last available report of the state tax commission, except that county road mileage in incorporated villages, 38 39 towns or cities and the land valuation in incorporated villages, towns or cities shall be excluded in such 40 determination, except that, if the assessed valuation of 41 42 rural lands in any county is less than five million dollars, the county shall be treated as having an assessed valuation 43 of five million dollars. The funds apportioned and 44 45 distributed to each county shall be dedicated, used and expended by the county solely for the construction, 46 reconstruction, maintenance and repairs of roads, bridges 47 48 and highways, and subject to such other provisions and restrictions as provided by law. The moneys generated by 49 the additional five percent of the remaining net proceeds 50 51 which is derived from the difference between the amount received from a tax rate equal to the tax rate in effect on 52 53 March 31, 1992, and the tax rate in effect on and after July 1, 1994, shall not be used or expended for equipment, 54 55 machinery, salaries, fringe benefits or capital 56 improvements, other than roads and bridges. In counties having the township form of county organization, the funds 57 58 distributed to such counties shall be expended solely under the control and supervision of the county commission, and 59 shall not be expended by the various townships located 60 within such counties. "Rural land" as used in this section 61

shall mean all land located within any county, except land in incorporated villages, towns, or cities.

- 64 (2) Fifteen percent of the remaining net proceeds shall be apportioned and distributed to the various incorporated 65 cities, towns and villages within the state solely for 66 construction, reconstruction, maintenance, repair, policing, 67 signing, lighting and cleaning roads and streets and for the 68 69 payment of principal and interest on indebtedness on account 70 of road and street purposes, and the use thereof being 71 subject to such other provisions and restrictions as provided by law. The amount apportioned and distributed to 72 each city, town or village shall be based on the ratio that 73 74 the population of the city, town or village bears to the population of all incorporated cities, towns or villages in 75 76 the state having a like population, as shown by the last federal decennial census, provided that any city, town or 77 78 village which had a motor fuel tax prior to the adoption of this section shall annually receive not less than an amount 79 80 equal to the net revenue derived therefrom in the year 1960; 81 and
- (3) All the remaining net proceeds in excess of the distributions to counties, and to cities, towns and villages under this section shall be apportioned, distributed and deposited in the state road fund and shall be expended and used solely as provided in subsection 1 of section 30(b) of Article IV of this Constitution.
- 2. The director of revenue of the state shall make the apportionment, distribution and deposit of the funds monthly in the manner required hereby.
 - 3. Except for taxes or licenses which may be imposed uniformly on all merchants or manufacturers based upon sales, or which uniformly apply ad valorem to the stocks of

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merchants or manufacturers, no political subdivision in this state shall collect any tax, excise, license or fee upon, measured by or with respect to the importation, receipt, manufacture, storage, transportation, sale or use, on or after the first day of the month next following the adoption of this section of fuel used for propelling motor vehicles, unless the tax, excise, license or fee is approved by a vote of the people of any city, town or village subsequent to the adoption of this section, by a two-thirds majority. All funds collected shall be used solely for construction, reconstruction, maintenance, repair, policing, signing, lighting, and cleaning roads and streets and for the payment and interest on indebtedness incurred on account of road and street purposes.

4. The net proceeds of fuel taxes apportioned, distributed and deposited under this section to the state road fund, counties, cities, towns and villages shall not be included within the definition of "total state revenues" in section 17 of article X of this constitution nor be considered as an "expense of state government" as that term is used in section 20 of article X of this constitution.

Section 30(b). 1. For the purpose of constructing and maintaining an adequate system of connected state highways all state revenue derived from highway users as an incident to their use or right to use the highways of the state, including all state license fees and taxes upon motor vehicles, trailers and motor vehicle fuels, and upon, with respect to, or on the privilege of the manufacture, receipt, storage, distribution, sale or use thereof (excepting those portions of the sales tax on motor vehicles and trailers which are not distributed to the state road fund pursuant to subsection 2 of this section 30(b) and further excepting all

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    property taxes), less the (1) actual cost of collection of
    the department of revenue (but not to exceed three percent
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    of the particular tax or fee collected), (2) actual cost of
    refunds for overpayments and erroneous payments of such
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    taxes and fees and maintaining retirement programs as
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    permitted by law and (3) actual cost of the state highway
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    patrol in administering and enforcing any state motor
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    vehicle laws and traffic regulations, shall be deposited in
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    the state road fund which is hereby created within the state
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    treasury and stand appropriated without legislative action
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    to be used and expended by the [highways and transportation
    commission] department of transportation for the following
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    purposes, and no other:
         First, to the payment of the principal and
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         interest on any outstanding state road bonds.
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         The term state road bonds in this section 30(b)
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         means any bonds or refunding bonds issued by the
         [highways and transportation commission]
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         department of transportation to finance or
         refinance the construction or reconstruction of
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         the state highway system.
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         Second, to maintain a balance in the state road
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         fund in the amount deemed necessary to meet the
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         payment of the principal and interest of any
         state road bonds for the next succeeding twelve
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         months.
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         The remaining balance in the state road fund
         shall be used and expended in the sole
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         discretion of and under the supervision and
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         direction of the [highways and transportation
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         commission] department of transportation for the
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following state highway system uses and purposes and no other:

- 45 (1) To complete and widen or otherwise improve and 46 maintain the state highway system heretofore designated and 47 laid out under existing laws;
- (2) To reimburse the various counties and other 48 political subdivisions of the state, except incorporated 49 50 cities and towns, for money expended by them in the construction or acquisition of roads and bridges now or 51 52 hereafter taken over by the [highways and transportation 53 commission] department of transportation as permanent parts of the state highway system, to the extent of the value to 54 the state of such roads and bridges at the time taken over, 55 not exceeding in any case the amount expended by such 56 counties and subdivisions in the construction or acquisition 57 58 of such roads and bridges, except that the [highways and 59 transportation commission] department may, in its 60 discretion, repay, or agree to repay, any cash advanced by a 61 county or subdivision to expedite state road construction or 62 improvement;
- (3) In the discretion of the [commission] department to
 plan, locate, relocate, establish, acquire, construct and
 maintain the following:
 - (a) interstate and primary highways within the state;
- (b) supplementary state highways and bridges in eachcounty of the state;

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(c) state highways and bridges in, to and through state parks, public areas and reservations, and state institutions now or hereafter established to connect the same with the state highways, and also national, state or local parkways, travelways, tourways, with coordinated facilities;

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- 74 (d) any tunnel or interstate bridge or part thereof,
 75 where necessary to connect the state highways of this state
 76 with those of other states;
- (e) any highway within the state when necessary to
 comply with any federal law or requirement which is or shall
 become a condition to the receipt of federal funds;
- 80 (f) any highway in any city or town which is found 81 necessary as a continuation of any state or federal highway, 82 or any connection therewith, into and through such city or 83 town; and
- (g) additional state highways, bridges and tunnels,
 either in congested traffic areas of the state or where
 needed to facilitate and expedite the movement of through
 traffic.
 - (4) To acquire materials, equipment and buildings and to employ such personnel as necessary for the purposes described in this subsection 1; and
- 91 (5) For such other purposes and contingencies relating
 92 and appertaining to the construction and maintenance of such
 93 state highway system as the [highways and transportation
 94 commission] department of transportation may deem necessary
 95 and proper.
 - 2. (1) The state sales tax upon the sale of motor vehicles, trailers, motorcycles, mopeds and motortricycles at the rate provided by law on November 2, 2004, is levied and imposed by this section until the rate is changed by law or constitutional amendment.
- 101 (2) One-half of the proceeds from the state sales tax
 102 on all motor vehicles, trailers, motorcycles, mopeds and
 103 motortricycles shall be dedicated for highway and
 104 transportation use and shall be apportioned and distributed
 105 as follows: ten percent to the counties, fifteen percent to

106 the cities, two percent to be deposited in the state 107 transportation fund, which is hereby created within the 108 state treasury to be used in a manner provided by law and seventy-three percent to be deposited in the state road 109 110 The amounts apportioned and distributed to the 111 counties and cities shall be further allocated and used as provided in section 30(a) of this article. The amounts 112 113 allocated and distributed to the [highways and 114 transportation commission] department of transportation for 115 the state road fund shall be used as provided in subsection 1 of this section 30(b). The sales taxes which are 116 apportioned and distributed pursuant to this subdivision (2) 117 118 shall not include those taxes levied and imposed pursuant to 119 sections 43(a) or 47(a) of this article. The term "proceeds 120 from the state sales tax" as used in this subdivision (2) 121 shall mean and include all revenues received by the 122 department of revenue from the said sales tax, reduced only 123 by refunds for overpayments and erroneous payments of such 124 tax as permitted by law and actual costs of collection by the department of revenue (but not to exceed three percent 125 of the amount collected). 126 127 (3) (i) From and after July 1, 2005, through June 30, 2006, twenty-five percent of the remaining one-half of the 128 129 proceeds of the state sales tax on all motor vehicles, 130 trailers, motorcycles, mopeds and motortricycles which is 131 not distributed by subdivision (2) of subsection 2 of this 132 section 30(b) shall be deposited in the state road bond fund which is hereby created within the state treasury; (ii) from 133 and after July 1, 2006, through June 30, 2007, fifty percent 134 135 of the aforesaid one-half of the proceeds of the state sales tax on all motor vehicles, trailers, motorcycles, mopeds and 136 motortricycles which is not distributed by subdivision (2) 137

138 of subsection 2 of this section 30(b) shall be deposited in 139 the state road bond fund; (iii) from and after July 1, 2007, 140 through June 30, 2008, seventy-five percent of the aforesaid one-half of the proceeds of the state sales tax on all motor 141 142 vehicles, trailers, motorcycles, mopeds and motortricycles 143 which is not distributed by subdivision (2) of subsection 2 of this section 30(b) shall be deposited in the state road 144 145 bond fund; and (iv) from and after July 1, 2008, one hundred percent of the aforesaid one-half of the proceeds of the 146 147 state sales tax on all motor vehicles, trailers, motorcycles, mopeds and motortricycles which is not 148 distributed by subdivision (2) of subsection 2 of this 149 150 section 30(b) shall be deposited in the state road bond 151 fund. Moneys deposited in the state road bond fund are 152 hereby dedicated to and shall only be used to fund the repayment of bonds issued by the [highways and 153 154 transportation commission] department of transportation to fund the construction and reconstruction of the state 155 156 highway system or to fund refunding bonds, except that after January 1, 2009, that portion of the moneys in the state 157 road bond fund which the commissioner of administration and 158 the [highways and transportation commission] director of the 159 160 department of transportation each certify is not needed to 161 make payments upon said bonds or to maintain an adequate 162 reserve for making future payments upon said bonds may be appropriated to the state road fund. The [highways and 163 transportation commission] department of transportation 164 shall have authority to issue state road bonds for the uses 165 set forth in this subdivision (3). The net proceeds 166 167 received from the issuance of such bonds shall be paid into the state road fund and shall only be used to fund 168 construction or reconstruction of specific projects for 169

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170 parts of the state highway system as determined by the 171 [highways and transportation commission] department of 172 transportation. The moneys deposited in the state road bond fund shall only be withdrawn by appropriation pursuant to 173 174 this constitution. No obligation for the payment of moneys 175 so appropriated shall be paid unless the commissioner of 176 administration certifies it for payment and further 177 certifies that the expenditure is for a use which is 178 specifically authorized by the provisions of this 179 subdivision (3). The proceeds of the sales tax which are 180 subject to allocation and deposit into the state road bond fund pursuant to this subdivision (3) shall not include the 181 182 proceeds of the sales tax levied and imposed pursuant to 183 sections 43(a) or 47(a) of this article nor shall they 184 include the proceeds of that portion of the sales tax 185 apportioned, distributed and dedicated to the school 186 district trust fund on November 2, 2004. The term "proceeds from the state sales tax" as used in this subdivision (3) 187 188 shall mean and include all revenues received by the department of revenue from the said sales tax, reduced only 189 190 by refunds for overpayments and erroneous payments of such tax as permitted by law and actual costs of collection by 191 192 the department of revenue (but not to exceed three percent 193 of the amount collected). 3. After January 1, 1980, any increase in state 194 195 license fees and taxes on motor vehicles, trailers, 196 motorcycles, mopeds and motortricycles other than those taxes distributed pursuant to subsection 2 of this section 197 198 30(b) shall be distributed as follows: ten percent to the 199 counties, fifteen percent to the cities and seventy-five 200 percent to be deposited in the state road fund. The amounts

distributed shall be apportioned and distributed to the

counties and cities as provided in section 30(a) of this article, to be used for highway purposes.

204 The moneys apportioned or distributed under this 205 section to the state road fund, the state transportation 206 fund, the state road bond fund, counties, cities, towns or 207 villages shall not be included within the definition of "total state revenues" as that term is used in section 17 of 208 209 Article X of this constitution nor be considered as an 210 "expense of state government" as that term is used in 211 section 20 of article X of this constitution.

Section 30(c). The [highways and transportation

- 2 commission] department of transportation shall have
- 3 authority to plan, locate, relocate, establish, acquire,
- 4 construct, maintain, control, and as provided by law to
- 5 operate, develop and fund public transportation facilities
- 6 as part of any state transportation system or program such
- 7 as but not limited to aviation, mass transportation,
- 8 transportation of elderly and handicapped, railroads, ports,
- 9 waterborne commerce and intermodal connections, provided
- 10 that funds other than those designated or dedicated for
- 11 highway purposes in or deposited in the state road fund or
- 12 the state road bond fund pursuant to sections 30(a) or 30(b)
- of this constitution are made available for such purposes.
- 14 No moneys which are distributed to the state transportation
- 15 fund pursuant to section 30(b) shall be used for any purpose
- 16 other than for transportation purposes as provided in this
- 17 section.

Section 31. Any state highway authorized herein to be

- 2 located in any municipality may be constructed without
- 3 limitations concerning the distance between houses or other
- 4 buildings abutting such highway or concerning the width or
- 5 type of construction. The [commission] department of

6 transportation may enter into contracts with cities, 7 counties or other political subdivisions for and concerning 8 the maintenance of, and regulation of traffic on any state highway within such cities, counties or subdivision. 9 Section 32. The funds which are allotted by the 2 [commission] department of transportation to the construction or acquisition of supplementary state highways 3 4 and bridges in each of the counties of the state shall be 5 apportioned to the several counties as follows: One-fourth 6 in the ratio that the area of each county bears to the area of the state, one-fourth in the ratio of the population, and 7 two-fourths on such basis as the [commission] department of 8 transportation may deem to be for the best interest of 9 highway users; provided the areas and population of cities 10 having a population of 150,000 or more shall not be 11 12 considered in making such apportionment, and the latest available United States decennial census shall be used; 13 provided further, that if traffic on any supplementary state 14 15 highway becomes such that a higher type than ordinary supplementary highway construction shall be required, then 16 17 the [commission] department of transportation may construct such higher type and charge such extra cost to unallotted 18 state highway funds. Supplementary state highways shall be 19 20 selected by mutual agreement of the [commission] department 21 of transportation and the local officials having charge of 22 or jurisdiction over roads in the territory through which 23 such supplementary state highways are to be constructed.